LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Clarion Hotel Shreveport, Broadmoor Room, 1419 East 70th Street, Shreveport, Louisiana, at 9:00 a.m. on **THURSDAY**, **OCTOBER 18, 2007**, upon the application of **CAMTERRA RESOURCES**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Cotton Valley Formation**, **Reservoir A**, in the Elm Grove Field, Webster Parish, Louisiana.

- 1. To permit the applicant to drill, designate and utilize a horizontal lateral as an additional alternate unit well for the production of gas and condensate from the Cotton Valley Formation, Reservoir A, in the unit designated CV RA SU131, in exception to the spacing provisions of the 361-B Series of Office of Conservation Orders, such unit and proposed horizontal lateral shown on the plat submitted with the application.
- 2. To permit the proposed horizontal lateral to enter the Cotton Valley Formation, Reservoir A, in the unit designated CV RA SU131, at least 330 feet from a unit boundary line, to terminate the proposed horizontal lateral at least 330 feet from a unit boundary line, and to permit the lateral to be drilled no closer than 330 feet from the nearest unit boundary line.
- 3. To find that an additional alternate unit well is necessary on the CV RA SU131 to assist in draining a portion of the Cotton Valley Formation, Reservoir A, that cannot be drained by any other well located within the unit.
- 4. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit well or from a combination of all wells at its discretion.
- 5. To permit Camterra Resources, Inc. as operator of the proposed Camterra Resources, Inc. CV RA SU131; Earl Gauthier 29 No. 1-Alt. Well, and Camterra Resources, Inc. as operator of the proposed additional alternate well for CV RA SU131, should be allowed to separately report production from said horizontal well.
- 6. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A, was defined in the 361-B Series of Office of Conservation Orders.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 10/1/07;10/4/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275

IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.